EFM SUBMISSION NO.: 2012 EFM 203

PRESENTED: 12-14-12

ADOPTED: 12-14-12

#### RESOLUTION

Resolution Authorizing Change Order #1 to the NSP2 Smith Village Phase II Infrastructure Contract in the Amount of \$702,899.13 to extend the contract term until February 10, 2013, and change the scope of the contract to include the construction of water and sewer utilities and become effective October 26, 2012.

BY THE EMERGENCY FINANCIAL MANAGER

MSHDA was awarded Neighborhood Stabilization Program (NSP2) funding and allocated \$15,772,344 to the City of Flint to fund NSP2 Eligible Activities and Costs associated with the stabilization and redevelopment of the eligible census tracts; and

NSP2 along with other funding sources were used to fund infrastructure development for the Smith Village project. The NSP2 Grant ends on February 10, 2013 and all funds must be expended by that date.

In order to spend the NSP2 Infrastructure funds by February 10, 2013, a contract Change Order is needed to extend the term of contract (12-046) until February 10, 2013; and change the scope of the contract to include the construction of water and sewer utilities.

IT IS RESOLVED, That Emergency Financial Manager shall, on behalf of the City of Flint, authorize appropriate City of Flint officials to enter into Change Order #1 with DiPonio Contracting, Inc., to extend the contract term until February 10, 2013; and change the scope of the contract to include the construction of water and sewer utilities and become effective October 26, 2012.

APPROVED AS TO FORM:

Peter M. Bade, Chief Legal Officer

**EFM DISPOSITION:** 

**APPROVED AS TO FINANCE:** 

Jerry Ambrose, Finance Director

Michael K. Brown, City Administrator

DATED 12-14-12

ENACT

FAIL

Ed Kurtz, Emergency/Financial Manager

# **RESOLUTION STAFF REVIEW FORM**

**DATE:** December 3, 2012

### Agenda Item Title:

## Resolution Authorizing Change Order #1 with DiPonio Contracting, Inc. to extend the contract term; and change the scope of the contract. The revised contract shall commence on October 26, 2012 and end on February 10, 2013.

Prepared By:	
Author:	Kevin Miller, Program Specialist
<b>Requestor:</b>	Department of Community and Economic Development (DCED)

#### **Background/Summary of Proposed Action:**

NSP2 along with other funding sources were used to fund infrastructure development for the Smith Village project. The existing NSP2 contract is for storm sewer and roads, and does not include scope for water and sanitary sewer construction. Due to contracting and construction delays, this work will not start until next spring and the NSP2 grant ends on February 10, 2013. Therefore the scope of the contract needs to be changed or the funds will not be utilized.

The Department is requesting that the Emergency Financial Manager shall, on behalf of the City of Flint, authorize appropriate City of Flint officials to Authorize Change Order #1 with DiPonio Contracting, Inc. (12-046) to extend the time until February 10, 2013; and change the scope of the contract to include Water and Sewer utilities. The City of Flint needs the contractor to provide Infrastructure Construction Services related to the Smith Village project.

**<u>Financial Implications</u>**: These funds were previously encumbered. The source of these funds is NSP2.

**Budgeted Expenditure:** Yes X No Please explain, if no:

Account #: Reviewed and approved by C. Cheshier Cypthic Cheshier
Revenue account number <u>297-743.113-502.743</u> and expense account number <u>297-743.113-805.061</u>
Pre-encumbered: Yes X No Purchase Order 12-001404
<b>Other Implications:</b> There are no known implications.
<b>Staff Recommendation:</b> Staff recommends approval of this resolution.
APPROVAL B. H.
Tracy B. Atkinson, Director DCED
David Solis, Director ED Howard Croft Infrastructure and Development Director